COMMITTEE ON LEGISLATIVE RESEARCH OVERSIGHT DIVISION

FISCAL NOTE

<u>LR No.</u>: 185-01 <u>Bill No.</u>: SB 47

Subject: St. Louis City: Abatement

<u>Type</u>: Original

Date: January 14, 2003

FISCAL SUMMARY

| ESTIMATED NET EFFECT ON GENERAL REVENUE FUND | | | | |
|--|---------|---------|---------|--|
| FUND AFFECTED | FY 2004 | FY 2005 | FY 2006 | |
| | | | | |
| | | | | |
| Total Estimated Net Effect on General Revenue Fund | \$0 | \$0 | \$0 | |

| ESTIMATED NET EFFECT ON OTHER STATE FUNDS | | | | |
|---|---------|---------|---------|--|
| FUND AFFECTED | FY 2004 | FY 2005 | FY 2006 | |
| | | | | |
| | | | | |
| Total Estimated Net Effect on Other State Funds | \$0 | \$0 | \$0 | |

Numbers within parentheses: () indicate costs or losses.

This fiscal note contains 3 pages.

LR No. 0185-01 Bill No. SB 47 Page 2 of 3 January 14, 2003

| ESTIMATED NET EFFECT ON FEDERAL FUNDS | | | | | |
|--|---------|------------|-----|--|--|
| FUND AFFECTED | FY 2004 | 04 FY 2005 | | | |
| | | | | | |
| | | | | | |
| Total Estimated Net Effect on <u>All</u> Federal Funds | \$0 | \$0 | \$0 | | |

| ESTIMATED NET EFFECT ON LOCAL FUNDS | | | | |
|-------------------------------------|--------------------|--------------------|--------------------|--|
| FUND AFFECTED | FY 2006 | | | |
| Local Government | \$0 to \$2,600,000 | \$0 to \$2,600,000 | \$0 to \$2,600,000 | |

FISCAL ANALYSIS

ASSUMPTION

Department of Economic Development- Professional Registration officials assume no fiscal impact.

Officials of the **Office of State Courts Administrator** assume no fiscal impact to the Courts.

Officials of the **City of St. Louis** did not respond, however, in response to an identical bill from last session (HB 1194) city officials stated that "the existence of a lien would provide a means by which the City could pursue reimbursement for the costs of board-up or demolition, and thus potentially increase revenues received for this purpose. In 2001, the City of St. Louis performed over \$2.6 million in derelict building abatement and demolition work. In the same time frame, the City received just over \$130,000 in payments."

Oversight will show income to the City of St. Louis as \$0 to \$2,600,000.

| FISCAL IMPACT - State Government | FY 2004 | FY 2005 | FY 2006 |
|----------------------------------|-------------------|-------------------|-------------------|
| | (10 Mo.) | | |
| | <u>\$0</u> | <u>\$0</u> | <u>\$0</u> |

RWB:LR:OD (12/02)

LR No. 0185-01 Bill No. SB 47 Page 3 of 3 January 14, 2003

| FISCAL IMPACT - Local Government | FY 2004 | FY 2005 | FY 2006 |
|------------------------------------|---------------|---------------|---------------|
| | (10 Mo.) | | |
| <u>Income</u> to City of St. Louis | | | |
| Revenue from liens on property | <u>\$0 to</u> | <u>\$0 to</u> | <u>\$0 to</u> |

\$2,600,000

\$2,600,000

FISCAL IMPACT - Small Business

Small businesses that own property subject to liens authorized by this proposal would be affected.

DESCRIPTION

This proposal allows St. Louis City to have a lien on property for abatement of dangerous buildings. Architects, Professional Engineers, Land Surveyors, and their corporations would be required to be licensed when performing services directly connected with the erection or repair of a building.

This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space.

SOURCES OF INFORMATION

Department of Economic Development- Professional Registration Office of State Courts Administrator

NOT RESPONDING:

City of St. Louis

Mickey Wilson, CPA

\$2,600,000

RWB:LR:OD (12/02)

LR No. 0185-01 Bill No. SB 47 Page 4 of 3 January 14, 2003

> Director January 14, 2003